



MALAYSIA UPDATE ON ENERGY EFFICIENCY







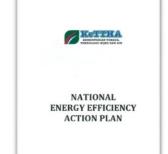
NATIONAL ENERGY EFFICIENCY ACTION PLAN (NEEAP)



BACKGROUND

NATIONAL ENERGY EFFICIENCY ACTION PLAN (NEEAP), 2016-2025

- ☐ Approved by Cabinet on 6 January 2016
- With estimated budget of RM543 million for 10 years (2016-2025) to implement initiatives and programs outlined under



NEEAP POLICY DIRECTION

Promote Energy Efficiency To Ensure Productive Use of Energy and Minimize Waste In Order To Contribute To Sustainable Development and Increased Welfare And Competitiveness



OVERVIEW



52,233 GWH (8.0%) savings

NATIONAL ENERGY EFFICIENCY ACTION PLAN (NEEAP) 2016-2025





Strategic Thrust 1:

Implementation of Energy Efficiency Plan



Strategic Thrust 2:

Strengthen Institutional
Framework, Capacity Development
and Training for Implementation of
EE Initiatives



Strategic Thrust 3:

Establishment of Sustainable Funding Mechanisms To Implement Energy Efficiency Initiatives



Strategic Thrust 4:

Promotion of Private Sector
Investment in Energy Efficiency
Initiatives

NEFAE		
NEEAP		

Equipment Programme Initiative	Industrial Programme Initiative	Buildings Programme Initiative
 Promotion of 5-Star Rated Appliances 	 Energy Audits and Energy Management in Industries 	 Energy Audits and Energy Management in Buildings
2. Minimum Energy Performance Standards (MEPS)	2. Promotion of Co-generation	2. Energy Efficient Building Design



NEEAP KEY INITIATIVES POTENTIAL SAVING



Promotion of 5-Star Rated Appliance

- •Star energy rating of appliances and mandatory labelling.
- Promotion of 5-star appliance
 - •5-Star Refrigerator Campaign
 - •5-Star Air Conditioner Campaign
- Potential Saving From
 Refrigerator Campaign =
 2,706GWh in 10 yrs
- Potential Saving From Air
 Conditioner Campaign =
 7,014GWh in 10 yrs



Minimum Energy Performance Standards (MEPS)

- •Review of MEPS
- Promotion of Efficient Lighting
 - •EE lighting Campaign
 - •Potential Saving = 2,216GWh in 10 yrs
- Development of MEPS for new equipments and appliances
 - •High Efficiency Motors
 - •Potential Saving = 2,175GWh in 10 yrs



Energy Audits and Energy Management in Buildings and Industries

- •Facilitating energy audits and implementation of energy saving measures and energy management initiatives
 - Energy Audit and management in Large Commercial Buildings
 - Energy Audit and management in Medium Commercial Buildings
 - Energy Audit and management in Large & Medium Industries
 - Energy Audit Government Facility
- Total Potential saving = 34,819GWh in 10 yrs

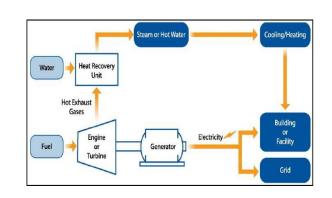
Cogeneration

- Promotion of cogeneration through the removal of barriers
 - Cogeneration in Industries and commercial buildings
 - •Potential saving = 3,150GWh in 10 yrs

Energy Efficient Building Design

- •Incorporating Energy
 Efficiency in new building designs and constructions
- •Potential saving = 15GWh in 10 yrs



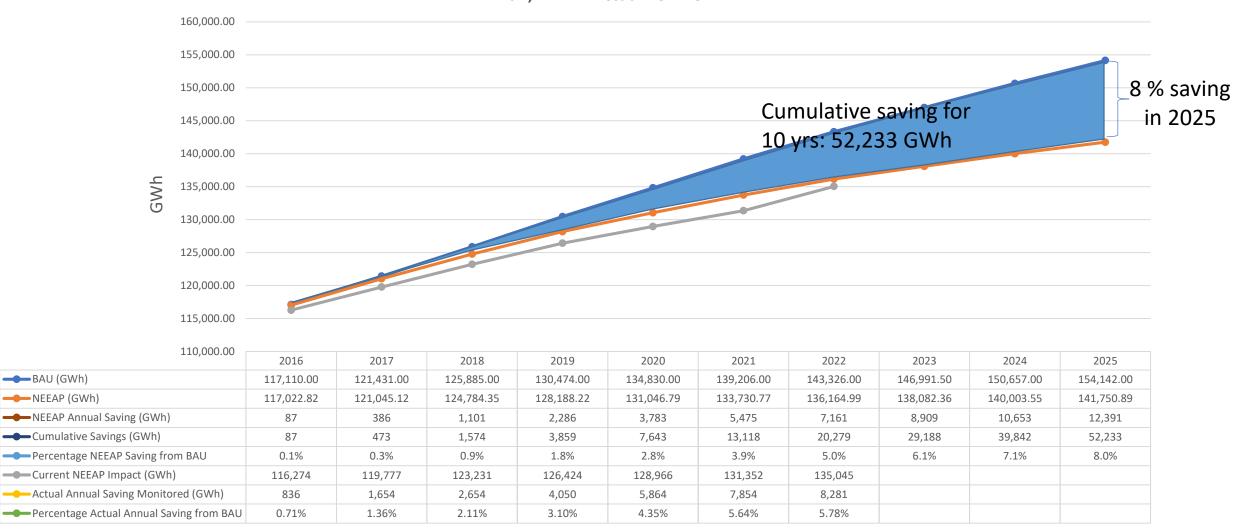




Current Annual Saving Achievement (2016 -2022)



NEEAP Plan, NEEAP Actual VS BAU







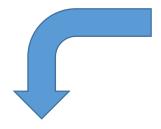
ENERGY AUDIT CONDITIONAL GRANT (EACG)





ENERGY EFFICIENCY PROGRAM UNDER THE 11TH MALAYSIA PLAN





ENERGY AUDIT
AND ENERGY
MANAGEMENT IN
INDUSTRIAL
SECTOR

•- ENERGY AUDIT CONDITIONAL GRANT (EACG)

- Open to any industrial and commercial company with monthly consumption ≥100,000 kWh
- Application through implementation agency, SEDA (for Commercial sector) & MGTC (for Industrial sector)
- Applicant shall appoint Energy Service Company (ESCO) registered with Energy Commission (EC) to do the energy audit.
- Successful applicant of Energy Audit Conditional Grant (EACG) must implement the measure recommended in the energy audit report where the cost of implementation equal or more than the amount of grant given within 3 years.

ENERGY
EFFICIENCY
PROGRAM
UNDER
RMK-11

ENERGY AUDIT

AND ENERGY

MANAGEMENT
IN COMMERCIAL

SECTOR

 - ENERGY AUDIT CONDITIONAL GRANT (EACG) ENERGY AUDIT,
ENERGY
MANAGEMENT &
RETROFIT
PROGRAM IN
GOVERNMENT
SECTOR



- One of government initiative under "Government Lead by Example"
- Inclusive government offices and hospitals
- Retrofit measures including improvement of lighting and air conditioning systems.



11.94% ≈ **12%**

ENERGY EFFICIENCY PROGRAM UNDER THE 11TH MALAYSIA PLAN



	INDUSTRIAL SECTOR	169	COMMERCIAL BUILDING SECTOR	
138	Total Application Received	109	Total Application Received	
12	Total Application rejected (Not meeting the criteria)	32	Total Application rejected (Not meeting the criteria)	
126	Total Application Approved by Steering Committee	137	Total Application Approved by Steering Committee	
18	Total Application Withdraw (Not Signing the Agreement)	29	Total Application Withdraw (Not Signing the Agreement)	
108	Total Application Proceed (Signing Agreement)	109	Total Application Proceed (Signing Agreement)	
108	Total Addit Completed	109	Total Audit Completed	
Average % Potential saving from each energy audit = 11.94% ≈ 12%		Average % Potential saving from each energy audit = 18.46%		



No of ESM implemented & Saving kWh* - Industry



Type of ESM	2018	2019	2020
Air Cond System / Chiller / AHU (Installation of high			
efficient unit only)	33	18	21
Awareness Program	20	20	17
Cogeneration			1
Compressor System (Installation of high efficient unit			
only)	15	7	7
Fan System (Installation of high efficient unit only)	2		1
Inverter / VSD / VFD	23	17	14
Lighting (Installation of high efficient unit only)	116	169	118
Motor (Installation of high efficient unit only)	6	13	12
Operation Control	91	113	54
Others	51	61	39
Process	38	20	9
Pump System (Installation of high efficient unit only)	10	10	4
Waste Heat Recovery			3
Total	405	448	300

Type of ESM	Category	2018	2019	2020
Air Cond System / Chiller / AHU				
(Installation of high efficient unit only) -				
kWh	kWh	5,397,742.13	1,353,120.91	1,730,357.50
Awareness Program - kWh	kWh	305,547	129,398.26	37,646.78
Cogeneration - kWh	kWh			4,905,552
Compressor System (Installation of high				
efficient unit only) - kWh	kWh	10,922,819.69	216,402.88	1,673,401.74
Fan System (Installation of high efficient				
unit only) - kWh	kWh	54,829		5,700
Inverter / VSD / VFD - kWh	kWh	3,897,850.06	2,429,902.31	2,684,940.89
Lighting (Installation of high efficient unit				
only) - kWh	kWh	5,014,360.28	4,104,613.06	4,825,976.72
Motor (Installation of high efficient unit				
only) - kWh	kWh	239,678.94	2,383,673.99	1,147,531.90
Operation Control - kWh	kWh	19,601,468.10	20,295,912.65	10,479,476.32
Others - kWh	kWh	4,584,069.10	8,380,547.38	3,794,511.94
Process - kWh	kWh	8,499,461.64	4,713,143.70	10,124,735.90
Pump System (Installation of high efficient				
unit only) - kWh	kWh	1,445,887.50	1,080,617.80	341,078
Waste Heat Recovery - kWh	kWh			510,048

Analysis of Saving	Category	2018	2019	2020
Total new saving generated	kWh	59,963,713.44	45,087,332.94	42,260,957.69
Total annual saving	kWh	59,963,713.44	105,051,046.38	147,312,004.07
Average saving / Installation	kWh	624,622.02	1,094,281.73	1,534,500.04
% saving / installation	%	2%	3%	5%

^{*} Only for completed report for year 2018 - 2020



No of ESM implemented & Saving kWh* - Commercial Building



Type of ESM	2018	2019	2020
Air Cond System / Chiller / AHU (Installation of high	2020	2025	
efficient unit only)	11	10	6
Awareness Program	5	6	2
Fan System (Installation of high efficient unit only)	1	0	0
Inverter / VSD / VFD	2	3	1
Lighting (Installation of high efficient unit only)	57	34	40
Motor (Installation of high efficient unit only)	2	1	0
Operation Control	15	28	22
Others	21	15	18
Process	3	0	0
Pump System (Installation of high efficient unit only)	2	1	0
Total	119	98	89

Type of ESM	Category	2018	2019	2020
Air Cond System / Chiller / AHU (Installation of high efficient unit only) - kWh	kWh	594,524.82	1,701,262.49	1,243,558.97
Awareness Program - kWh	kWh	29,548.00	39,825.80	0.00
Fan System (Installation of high efficient unit only) - kWh	kWh	0.00	0.00	0.00
Inverter / VSD / VFD - kWh	kWh	64,800.00	86,000.00	484,044.01
Lighting (Installation of high efficient unit only) - kWh	kWh	1,194,438.94	600,438.95	507,309.86
Motor (Installation of high efficient unit only) - kWh	kWh	0.00	11,300.00	0.00
Operation Control - kWh	kWh	2,283,483.50	2,261,613.26	1,008,018.17
Others - kWh	kWh	1,564,844.10	470,697.88	533,929.54
Process - kWh	kWh	59,580.00	0.00	0.00
Pump System (Installation of high efficient unit only) - kWh	kWh	0.00	254,215.87	0.00

Analysis of Saving	Category	2018	2019	2020
Total new saving generated	kWh	5,791,219.36	5,425,354.25	3,776,860.55
Total annual saving	kWh	5,791,219.36	11,216,573.61	14,993,434.16
Average saving / Installation	kWh	148,492.80	287,604.45	384,447.03
% saving / installation	%	2%	4%	5%

^{*} Only for completed report for year 2018 - 2020



EACG 2.0

The Energy Audit Conditional Grant (EACG) is an energy efficiency programme under the 12th Malaysia Plan (RMK-12) for the implementation year of 2021-2025.

Grant will be given to the building owner

- Building owner must appoint Energy Service Companies (ESCO) to carry out energy audit activities
- Building owner will use the grant for energy audit purposes

Grant

Industrial: up to RM 100,000 Commercial: up to RM 60,000

Approval



Executing Ministry



Coordinator



Implementing Agency

Applicant

Building or **Installation Owner**

Auditor

ESCO

Energy Service Company Must be registered with ST





Eligibility



ELECTRICITY USAGE

Open to any commercial and industrial installation with minimum monthly consumption

100,000 kWh/month



NOT A PREVIOUS EACG APPLICANT

Not eligible for any installation which has received a grant from the previous Energy Audit Conditional Grant



AGREED TO
APPOINT PERSON
IN CHARGE





Benefits Of EACG







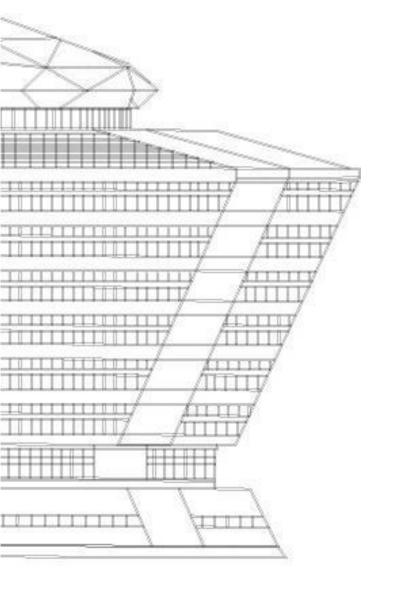












Thank you